

Pricing Supplement

**International Bank for Reconstruction and Development**

Global Debt Issuance Facility

No. 1737

BRL 75,000,000 9.500 per cent. Notes due 27 April 2009  
payable in Euro

ABN AMRO

Deutsche Bank

KBC International Group

Scotia Capital

The date of this Pricing Supplement is 24 April 2007

This document ("**Pricing Supplement**") is issued to give details of an issue by International Bank for Reconstruction and Development (the "**Bank**") under its Global Debt Issuance Facility.

This Pricing Supplement supplements the terms and conditions in, and incorporates by reference, the Prospectus dated October 7, 1997 and all documents incorporated by reference therein (the "**Prospectus**"), and should be read in conjunction with the Prospectus. Unless otherwise defined in this Pricing Supplement, terms used herein have the same meaning as in the Prospectus.

### Terms and Conditions

The following items under this heading "Terms and Conditions" are the particular terms which relate to the issue the subject of this Pricing Supplement. These are the only terms which form part of the form of Notes for such issue:

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| 1.  | No:  | 1737   |
| 2.  | Aggregate Principal Amount:                                      | BRL 75,000,000   |
| 3.  | Issue Price:   | In respect of BRL 50,000,000 of the Aggregate Principal Amount ("Sub-Tranche A"), the Issue Price will be 100.04 per cent.<br><br>In respect of BRL 25,000,000 of the Aggregate Principal Amount ("Sub-Tranche B"), the Issue Price will be 100.90 per cent. |
| 4.  | Issue Date:  | April 27, 2007   |
| 5.  | Form of Notes (Condition 1(a)):                                  | Bearer Notes only  |
| 6.  | Authorised Denominations (Condition 1(b)):                       | BRL 5,000  |
| 7.  | Specified Currency (Condition 1(d)):                             | The lawful currency of the Federative Republic of Brazil (" <b>Brazilian Real</b> " or " <b>BRL</b> ") provided that all payments in respect of the Notes will be made in Euro   |
| 8.  | Specified Principal Payment Currency (Conditions 1(d) and 7(i)): | Euro (" <b>EUR</b> ")  |
| 9.  | Specified Interest Payment Currency (Conditions 1(d) and 7(i)):  | EUR  |
| 10. | Maturity Date:   | April 27, 2009   |
| 11. | Interest Basis (Condition 5):                                    | Fixed Interest Rate (see paragraph 12 below)   |
| 12. | Fixed Interest Rate (Condition 5(I)):                            | Condition 5(I), as amended and supplemented below, shall apply to the Notes. The bases of Calculation of the Interest Amount, Interest Payment Dates and default interest are as set forth below.  |
|     | (a) Interest Rate:   | 9.500 per cent. per annum<br><br>The Calculation Agent will calculate the amount of interest (the "Interest Amount") per   |

Authorised Denomination for the relevant Interest Period, payable in EUR, by applying the following formula:-

(Fixed Interest Rate *multiplied by* Authorised Denomination) *divided by* the FX Reference Rate, (as defined below), multiplying the result of this division by the applicable Fixed Rate Day Count Fraction.

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| (b) Fixed Rate Interest Payment Date(s): | 27 April 2008 and 27 April 2009  |
| (c) Initial Broken Amount:               | Not Applicable   |
| (d) Fixed Rate Day Count Fraction:       | Actual/Actual (ICMA). For the avoidance of doubt, Actual/Actual (ICMA) refers to a fraction equal to "number of days accrued/number of days in year" as such terms are used in Rule 251 of the statutes, by-laws, rules and recommendations of the International Capital Markets Association (the "ICMA Rule Book") calculated in accordance with Rule 251 of the ICMA Rule Book as applied to non US dollar denominated straight and convertible notes issued after 31 December 1998. |
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| 13. Relevant Financial Centre:   | Sao Paulo   |
| 14. Relevant Business Days:  | London, TARGET, Sao Paulo, New York City  |
| 15. Redemption Amount (if other than Principal Amount) (Condition 6(a)): | <p>The Redemption Amount per Note will be payable in EUR and determined by the Calculation Agent as follows, on the FX Rate Fixing Date prior to the Maturity Date:</p> <p>(Aggregate Principal Amount <i>divided by</i> the FX Reference Rate) <i>divided by</i> the number of Notes outstanding and rounded down to the nearest cent.</p> <p>Whereas:</p> <p>The "FX Reference Rate" means the product of the BRL/USD Rate and the USD/EUR Rate, each as defined below, as determined on the FX Rate Fixing Date.</p> <p>The "BRL/USD Rate" means the rate determined by the Calculation Agent that is equal to the Brazilian Real/USD spot offer rate (i.e., the rate at which banks buy BRL and sell USD) expressed as the amount of BRL per one USD, for settlement in two Relevant Business Days, reported by the Banco Central do Brasil on SISBACEN Data System under transaction code PTAX-800 ("Consultas de Câmbio" or "Exchange Rate Inquiry"), Option 5 ("Cotações</p> |

para Contabilidade” or “Rates for Accounting Purposes”) (the “PTAX Rate” or BRL09 as set forth on Bloomberg Page BZFXPTAX <Index>) at around 5:30 p.m. São Paulo time on the relevant FX Rate Fixing Date as determined by the Calculation Agent, provided that:

(1) in the event that the PTAX Rate is unavailable on the FX Rate Fixing Date, then the BRL/USD Rate shall be the BRL 12.

“BRL12” means the EMTA BRL Industry Survey Rate (BRL12), which is the BRL/USD specified rate for USD, expressed as the amount of BRL per one USD, for settlement in two Relevant Business Days, as published on EMTA’s website ([www.emta.org](http://www.emta.org)) at approximately 3.45p.m. (São Paulo time), or as soon thereafter as practicable, on the Valuation Date. BRL12 is calculated by EMTA using the EMTA BRL Industry Survey Methodology, as amended from time to time, pursuant to which (as of the date of this Pricing Supplement) EMTA conducts a twice-daily survey of up to 15 Brazilian financial institutions that are active participants in the BRL/USD spot market. BRL12 will be deemed to be unavailable on the FX Rate Fixing Date if (a) it is not published on the EMTA website at approximately 3:45p.m. (São Paulo time), or as soon thereafter as practicable or (b) fewer than 5 financial institutions participated in the survey, and

(2) in the event that both the PTAX rate and the BRL 12 are not available on the relevant FX Rate Fixing Date, then the BRL/USD Rate shall be determined by the Calculation Agent on the relevant FX Rate Fixing Date in good faith and in a commercially reasonable manner, having taken into account relevant market practice.

The “USD/EUR Rate” means, on any FX Rate Fixing Date, the rate determined by the Calculation Agent that is equal to the USD/EUR exchange rate determined by the Calculation Agent by reference to the USD/EUR exchange rate expressed as the amount of USD per one EUR which appears on Reuters Screen Page <1FED> (or such other page or service that may be nominated by the Calculation Agent to replace Reuters Screen Page <1FED> for the purpose of displaying the USD/EUR Rate) at approximately 10:00 a.m., New York time on the relevant FX Rate Fixing Date, or as soon as

practicable thereafter (the "Reuters USD/EUR Rate"); provided that;

in the event that the Reuters USD/EUR Rate is not available on the relevant FX Rate Fixing Date, then the USD/EUR rate shall be determined by the Calculation Agent on the FX Rate Fixing Date in good faith and in a commercially reasonable manner, having taken into account relevant market practice.

"FX Rate Fixing Date" means 5 Relevant Business Days prior to the relevant Fixed Rate Interest Payment Date and/or Maturity Date, provided, however, that if such date is an Unscheduled Holiday, the FX Rate Fixing Date shall be the next following Relevant Business Day.

"Unscheduled Holiday" means a day that is not a Relevant Business Day and the market was not aware of such fact (by means of a public announcement or by reference to other publicly available information) until a time later than 9:00 a.m. local time in the relevant Financial Centre(s) of the Specified Currency two Relevant Business Days prior to the relevant FX Rate Fixing Date.

16.	Issuer's Optional Redemption (Condition 6(e)):	No
17.	Redemption at the option of the Noteholders (Condition 6(f)):	No
18.	Long Maturity Note (Condition 7(f)):	No
19.	Unmatured Coupons Void:	No
20.	Talons for future coupons to be attached to the Definitive Bearer Notes (Condition 7(h)):	No
21.	Early Redemption Amount (including accrued interest, if applicable) (Condition 9):	The Redemption Amount as determined in accordance with Term 15 above plus accrued interest to, but excluding, the redemption date, payable in EUR.
22.	Prescription (Condition 8):	
	(a) Principal:	10 years
	(b) Interest:	5 years
23.	Governing Law of the Notes:	English

#### Other Relevant Terms

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| 1. | Listing (if yes, specify Stock Exchange):  | Yes - Luxembourg Stock Exchange  |
| 2. | Details of Clearance System approved by the Bank and the Global Agent and Clearance and Settlement Procedures: | Clearstream Banking, société anonyme and Euroclear Bank S.A./N.V. Payment for the Notes will be on a payment versus delivery basis.  |
| 3. | Syndicated:  | Yes  |
| 4. | If Syndicated:   |  |
|    | (a) Liability:   | Joint and Several  |
|    | (b) Lead Manager:  | ABN AMRO Bank N.V.   |
|    | (c) Stabilising Manager:   | None   |
| 5. | Commissions and Concessions:   | (i) Combined management and underwriting commission:<br>0.25 per cent. of the Aggregate Principal Amount of the Notes<br>(ii) Selling concession:<br>1.00 per cent. of the Aggregate Principal Amount of the Notes |
| 6. | Codes:   |  |
|    | (a) Common Code:   | 029705640  |
|    | (b) ISIN:  | XS0297056409   |
| 7. | Identity of Managers:  | ABN AMRO Bank N.V.<br>Deutsche Bank AG, London Branch<br>KBC Bank NV<br>Scotia Capital Inc.  |
| 8. | Provisions for Bearer Notes:   |  |
|    | (a) Exchange Date:   | Not earlier than 7 June 2007   |
|    | (b) Permanent Global Note:   | Yes  |
|    | (c) Definitive Bearer Notes:   | No   |
| 9. | Other Address at which Bank Information available:   | None   |

### **General Information**

The Bank's latest Information Statement was issued on 15 September 2006.

### **CERTAIN UNITED STATES FEDERAL INCOME TAX CONSEQUENCES**

*United States Internal Revenue Service Circular 230 Notice:* To ensure compliance with Internal Revenue Service Circular 230, prospective investors are hereby notified that: (a) any discussion of U.S. federal tax issues contained or referred to in this Pricing Supplement, the Prospectus or any other document referred to herein is not intended or written to be used, and cannot be used by prospective investors for the purpose of avoiding penalties that may be imposed on them under the

United States Internal Revenue Code; (b) such discussions are written for use in connection with the promotion or marketing of the transactions or matters addressed herein; and (c) prospective investors should seek advice based on their particular circumstances from an independent tax advisor.

***This summary supplements, and to the extent inconsistent therewith, supersedes the summary entitled “Tax Matters” in the Prospectus.***

Under the provisions of the Jobs and Growth Tax Relief Reconciliation Act of 2003 (“JAGTRRA”), a capital gain of a noncorporate United States Holder that is recognised before 1 January 2009 is generally taxed at a maximum rate of 15% for property that is held more than one year. Holders should consult their tax advisors with respect to the provisions of JAGTRRA.

The following additional selling restrictions apply to the issue:

1. United States:                   TEFRA D Rules apply.  
The Notes are subject to United States tax law restrictions. Notes may not be offered, sold or delivered, directly or indirectly, within the United States or to United States persons except to the extent permitted in the Terms Agreement.
2. United Kingdom:               Each Manager has represented and agreed that it has complied and will comply with all applicable provisions of the Financial Services and Markets Act 2000 with respect to anything done by it in relation to the Notes in, from or otherwise involving the United Kingdom.
3. Brazil:                           The Managers have acknowledged that the Notes may not be offered or sold to the public in Brazil and that accordingly, the offering of the Notes has not been submitted to the Brazilian Securities and Exchange Commission (Comissão de Valores Mobiliários, the CVM) for approval. The Managers have represented and agreed that documents relating to such offering, as well as the information contained herein and therein, may not be supplied to the public, as a public offering in Brazil or be used in connection with any offer for subscription or sale to the public in Brazil.

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By: